

FISCAL NOTE

SB 3543

February 23, 2006

SUMMARY OF BILL: Requires the Comptroller of the Treasury to review compliance by Tennessee financial institutions with the federal Community Reinvestment Act and to report to the general assembly every two years concerning such compliance. The Comptroller would also be required to testify before the Senate and House Commerce Committees concerning such compliance.

ESTIMATED FISCAL IMPACT:

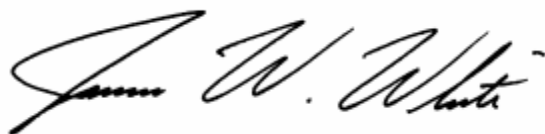
Increase State Expenditures - \$610,500

Assumptions:

- There are 161 state chartered banks, 8 trust companies, 3 Business and Industry Development Companies (BIDCOS), and 124 credit unions.
- The costs of reviewing these entities are as follows: chartered banks - \$332,062.50 (161 X 37.5 hours X \$55/hour = \$332,062.50); trust companies - \$16,500 (8 X 37.5 hours X \$55/hour = \$16,500); BIDCOS - \$6,187.50 (3 X 37.5 hours X \$55/hour = \$6,187.50); and credit unions - \$255,750 (124 X 37.5 X \$55/hour = \$255,750).
- Community Reinvestment Act examinations are conducted by federal agencies that are responsible for supervising depository institutions.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White".

James W. White, Executive Director